

**PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS
AUDIT REPORT JUNE 30, 2011**

**KICKHAEFER & ASSOCIATE, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
MARYSVILLE, KANSAS 66508**

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

FINANCIAL INFORMATION

KICKHAEFER & ASSOCIATE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Board of Education
Prairie Hills Unified School District No. 113
Sabetha, Kansas 66534

We have audited the accompanying financial statements of the governmental activities and the discretely presented component unit for the Prairie Hills Unified School District No. 113, Sabetha, Kansas, as of and for the year ended June 30, 2011, which collectively comprise the district's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Prairie Hills Unified School District No. 113, Sabetha, Kansas' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of The United States, and the *Kansas Municipal Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

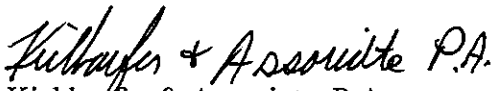
As described in note 1.C, the Prairie Hills Unified School District No. 113, Sabetha, Kansas, prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Prairie Hills Unified School District No. 113, Sabetha, Kansas, as of June 30, 2011, the changes in its financial position, or, where applicable, its cash flows for the year then ended. Further, the school district has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Prairie Hills Unified School District No. 113, Sabetha, Kansas, as of June 30, 2011, and its cash receipts, cash disbursements, and expenditures compared to budget, for the year then ended on the basis of accounting described in note 1.C.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 3, 2011, on our consideration of the Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Prairie Hills Unified School District No. 113, Sabetha, Kansas' basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Similarly, the information identified in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements of the district. The schedule of expenditures of federal awards and the supplementary information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole on the basis of accounting described in note 1.C.


Kickhafer & Associate, P.A.
Marysville, Kansas
October 3, 2011

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

STATEMENT 1
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SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	CASH RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GOVERNMENTAL TYPE FUNDS:							
GENERAL	\$ (583,744.02)	\$ 0.00	\$ 8,954,462.19	\$ 8,821,294.17	\$ (450,578.00)	\$ 344,524.99	\$ (106,051.01)
SUPPLEMENTAL GENERAL	(187,980.41)	0.00	2,766,367.88	2,591,467.00	(13,079.53)	0.00	(13,079.53)
SPECIAL REVENUE FUNDS							
CAPITAL OUTLAY	1,946,423.15	0.00	682,218.14	614,876.97	2,013,764.32	0.00	2,013,764.32
DRIVER TRAINING	59,763.74	0.00	9,746.45	13,960.63	55,539.56	0.00	55,539.56
FOOD SERVICE	188,060.60	0.00	790,420.50	733,932.80	244,548.30	0.00	244,548.30
PROFESSIONAL DEVELOPMENT	99,910.82	0.00	3,180.00	33,320.09	69,770.73	0.00	69,770.73
BILINGUAL EDUCATION	2,200.00	0.00	1,969.00	2,000.00	2,169.00	0.00	2,169.00
SPECIAL EDUCATION	597,639.74	0.00	1,530,204.39	1,523,849.53	603,994.60	0.00	603,994.60
KPERS SPECIAL RETIREMENT CONTRIBUTION	0.00	0.00	491,051.36	491,051.36	0.00	0.00	0.00
VOCATIONAL EDUCATION	127,627.16	0.00	271,538.02	261,332.27	137,832.91	0.00	137,832.91
CONTINGENCY RESERVE	865,058.02	0.00	0.00	47,874.24	817,183.78	1,520.00	818,703.78
AT RISK (4 YR OLD)	2,484.84	0.00	50,000.00	45,319.72	7,165.12	0.00	7,165.12
AT RISK (K-12)	162,689.59	0.00	497,677.69	524,192.57	136,174.71	0.00	136,174.71
TEXTBOOK RENTAL	190,833.46	0.00	112,545.26	173,658.57	129,720.15	2,635.13	132,355.28
UNITED 4 YOUTH COUNTYWIDE GRANT - 10	(6,203.86)	0.00	65,424.91	59,221.05	0.00	0.00	0.00
UNITED 4 YOUTH COUNTYWIDE GRANT - 11	0.00	0.00	35,209.33	40,615.94	(5,406.61)	0.00	(5,406.61)
TOBACCO FREE GRANTS	2,500.00	0.00	3,000.00	5,272.80	227.40	0.00	227.40
GIFTS AND DONATIONS	1,610.49	0.00	14,479.47	15,144.47	945.49	0.00	945.49
TECH PREP GRANT	0.50	0.00	0.00	0.50	0.00	0.00	0.00
TITLE I FY 11	0.00	0.00	157,986.00	157,571.99	414.01	0.00	414.01
TITLE I ARRA	0.00	0.00	11,556.00	0.00	0.00	0.00	0.00
TITLE II - A FY 11	0.00	0.00	60,101.00	33,236.83	26,864.17	0.00	26,864.17
TITLE II - D	0.00	0.00	535.00	535.00	0.00	0.00	0.00
SUMMERFIELD TRACK	347.10	0.00	0.00	0.00	0.00	0.00	0.00
GATE RECEIPTS FUNDS	82,168.26	0.00	173,515.05	160,424.50	95,258.81	0.00	95,258.81
SCHOOL PROJECT FUNDS	120,751.88	0.00	145,046.69	138,430.71	127,367.86	0.00	127,367.86
CAPITAL PROJECTS FUND:							
CONSTRUCTION AND BUILDING IMPROVEMENT	7,508,991.82	0.00	62,016.98	5,273,477.43	2,297,531.37	0.00	2,297,531.37
DEBT SERVICE FUND							
BOND AND INTEREST FUND-(#441)	233,784.41	0.00	500,246.40	325,493.76	408,537.05	0.00	408,537.05
BOND AND INTEREST FUND-(#488)	240,261.78	0.00	284,783.77	236,199.40	288,846.15	0.00	288,846.15
FIDUCIARY TYPE FUNDS							
NONEXPENDABLE TRUST FUNDS--							
MILLS MEMORIAL SCHOLARSHIP	10,436.19	0.00	435.00	435.00	10,436.19	0.00	10,436.19
HEIMAN-DICK SCHOLARSHIP	24,000.02	0.00	408.00	0.02	24,408.00	0.00	24,408.00
EXPENDABLE TRUST FUNDS--							
SOURK MEMORIAL SCHOLARSHIP	1,696.43	0.00	64.28	300.00	1,460.71	0.00	1,460.71
ROTHFELDER SCHOLARSHIP	15,000.00	0.00	256.09	1,000.00	14,256.09	0.00	14,256.09
TOTAL PRIMARY GOVERNMENT	11,706,301.71	0.00	17,676,444.85	22,337,392.22	7,045,354.34	348,680.12	7,394,034.46
COMPONENT UNIT:							
THE USD #113 FOUNDATION	431,635.13	0.00	72,442.55	39,538.49	464,539.19	0.00	464,539.19
TOTAL REPORTING ENTITY (Excluding Agency Funds)	\$ 12,137,936.84	\$ 0.00	\$ 17,748,887.40	\$ 22,376,930.71	\$ 7,509,893.53	\$ 348,680.12	\$ 7,858,573.65

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

PRAIRIE HILLS UNITED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

STATEMENT 1
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SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

COMPOSITION OF CASH	ENDING CASH BALANCE
CASH IN BANK, UNITED BANK & TRUST, SABETHA, KANSAS	
- ACCTS: #3983308, #5989199, #5992813, #5993100	\$ 1,100.00
- NOW ACCTS: #5994008, #5984446, #5985700, #5992730	385,445.19
- MONEY MARKET ACCOUNTS: #1430230964, #1430235412	2,211,682.23
- CERTIFICATE OF DEPOSIT #1701320006, DUE 12-12-12, 2.38% - MIDDLE SCHOOL	24,009.88
- CERTIFICATE OF DEPOSIT #1701319107, DUE 11-28-11, .85% - HIGH SCHOOL	16,280.11
- CERTIFICATE OF DEPOSIT #16491, DUE 7-30-11, 4.35% - SCHOLARSHIP FUND	10,000.00
- CERTIFICATE OF DEPOSIT #21250, DUE 11-13-11, .85% - IDLE FUNDS	100,000.00
SUBTOTAL	2,728,517.39
CASH IN BANK, WETMORE NATIONAL BANK, WETMORE, KANSAS	
- ACCTS: #098287901, #098287902	17,630.50
- MONEY MARKET ACCOUNTS: #098287903	2,866.89
- CERTIFICATE OF DEPOSIT #086237921, DUE 10-15-11, .75% - IDLE FUNDS	75,000.00
SUBTOTAL	95,622.39
CASH IN BANK, MERIT BANK, GOFF, KANSAS	
- MONEY MARKET ACCOUNT #400424 - ACTIVITY FUND	10,834.72
- CERTIFICATE OF DEPOSIT #4644, DUE 8-15-11, 1.85% - IDLE FUNDS	100,000.00
- CERTIFICATE OF DEPOSIT #5004, DUE 7-29-11, 1.0% - IDLE FUNDS	102,720.78
- CERTIFICATE OF DEPOSIT #4116, DUE 8-1-13, 2.45% - SCHOLARSHIP FUND	1,460.71
SUBTOTAL	215,016.21
CASH IN BANK, MORRILL & JAMES BANK, SABETHA, KANSAS	
- NOW ACCT: #653322	1,439,902.97
- MONEY MARKET ACCOUNT 611603	1,608,730.89
SUBTOTAL	3,048,633.77
CASH IN BANK, WESTERN NATIONAL BANK, SUMMERFIELD, KANSAS	
- ACCTS: #8711091	3,175.72
CASH IN BANK, STATE BANK OF BERN, BERN, KANSAS	
- NOW ACCTS: #2012652, #3056992, #5040853	1,308,505.88
- CERTIFICATE OF DEPOSIT #5133, DUE 7/27/11, 1.7%	100,000.00
- CERTIFICATE OF DEPOSIT #34770, DUE 8/1/12, 1.2%-HEIMAN SCH.	24,000.00
- CERTIFICATE OF DEPOSIT #35284, DUE 9/25/12, 1.2%-ROTHFELDER SCH.	14,256.09
SUBTOTAL	1,446,851.97
COMPONENT UNIT - U.S.D. 441 FOUNDATION	
CASH IN BANK, MORRILL & JAMES BANK, SABETHA, KANSAS	
- NOW ACCT: #3492	65,620.90
- MONEY MARKET: #4235	3,111.90
- CERTIFICATE OF DEPOSIT #9884, DUE 7-28-11, 1.85%	12,342.10
- CERTIFICATE OF DEPOSIT #3000130, DUE 1-4-12, .65%	321.42
- CERTIFICATE OF DEPOSIT #3008283, DUE 7-15-11, 1.65%	16,630.49
- CERTIFICATE OF DEPOSIT #3006390, DUE 7-15-11, 1.3%	10,501.83
- CERTIFICATE OF DEPOSIT #3006370, DUE 7-15-11, 1.3%	19,447.89
SUBTOTAL	127,976.33
CASH IN BANK, UNITED BANK & TRUST, SABETHA, KANSAS	
- CERTIFICATE OF DEPOSIT #171311527, DUE 5-10-12, 1.64%	86,795.58
- CERTIFICATE OF DEPOSIT #1701320310, DUE 1-31-13, 2.26%	11,627.64
- CERTIFICATE OF DEPOSIT #1701318888, DUE 11-16-12, 2.38%	10,694.59
- CERTIFICATE OF DEPOSIT #1701320816, DUE 5-27-12, 1.64%	58,200.11
- CERTIFICATE OF DEPOSIT #1701302028, DUE 11-28-11, 2.80%	9,884.28
- CERTIFICATE OF DEPOSIT #1701318864, DUE 11-4-12, 2.38%	7,010.00
- CERTIFICATE OF DEPOSIT #1701302395, DUE 2-14-12, 1.99%	25,104.08
- CERTIFICATE OF DEPOSIT #1701317241, DUE 3-16-14, 2.72%	2,014.53
- CERTIFICATE OF DEPOSIT #1701316036, DUE 10-23-13, 3.455%	7,867.89
- CERTIFICATE OF DEPOSIT #1701303877, DUE 6-27-13, 1.05%	10,288.92
- REPURCHASE AGREEMENT #1701321668, DUE 6-27-18, 1.99%	107,295.47
SUBTOTAL	336,562.86
TOTAL CASH	8,002,358.64
LESS AGENCY FUNDS per STATEMENT 4	(143,784.99)
TOTAL REPORTING ENTITY (Excluding Agency Funds)	\$ 7,858,573.65

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

STATEMENT 2

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

FUNDS GOVERNMENTAL TYPE FUNDS:	CERTIFIED BUDGET	ADJUSTMENT TO COMPLY WITH LEGAL MAX	ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	TOTAL BUDGET FOR COMPARISON	EXPENDITURES CHARGEABLE TO CURRENT YEAR	VARIANCE - OVER (UNDER)
GENERAL FUNDS						
GENERAL	\$ 8,710,453.00	\$ (57,377.00)	\$ 168,311.75	\$ 8,821,387.75	\$ 8,821,294.17	\$ 93.58
SUPPLEMENTAL GENERAL	2,592,797.00	(1,530.00)	0.00	2,591,467.00	2,591,467.00	0.00
SPECIAL REVENUE FUNDS						
CAPITAL OUTLAY	2,045,754.00	0.00	96,954.84	2,142,708.84	614,876.97	1,527,831.87
DRIVER TRAINING	27,097.00	0.00	0.00	27,097.00	13,960.63	13,136.37
FOOD SERVICE	910,233.00	0.00	0.00	910,233.00	733,932.80	176,300.20
PROFESSIONAL DEVELOPMENT	105,579.00	0.00	0.00	105,579.00	33,320.09	72,258.91
SPECIAL EDUCATION	2,109,604.00	0.00	0.00	2,109,604.00	1,523,849.53	585,754.47
KPERS SPECIAL RETIREMENT CONTRIBUTION	623,376.00	0.00	0.00	623,376.00	491,051.36	132,324.64
VOCATIONAL EDUCATION	388,093.00	0.00	0.00	388,093.00	261,332.27	126,760.73
AT RISK (K-12)	761,231.00	0.00	0.00	761,231.00	524,192.57	237,038.43
AT RISK (4 YR. OLD)	52,484.00	0.00	0.00	52,484.00	45,319.72	7,164.28
BILINGUAL EDUCATION	6,210.00	0.00	0.00	6,210.00	2,000.00	4,210.00
DEBT SERVICE FUND						
BOND AND INTEREST #441	325,544.00	0.00	0.00	325,544.00	325,493.76	50.24
BOND AND INTEREST #488	236,249.00	0.00	0.00	236,249.00	236,199.40	49.60

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

STATEMENT 3
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND			
<u>CASH RECEIPTS</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2009	\$ 35,173.25	\$ 33,327.00	\$ 1,846.25
AD VALOREM PROPERTY TAXES -2010	1,396,300.79	1,326,858.00	69,442.79
DELINQUENT PROPERTY TAX	4,345.08	12,393.00	(8,047.92)
	<u>1,435,819.12</u>	<u>1,372,578.00</u>	<u>63,241.12</u>
TOTAL TAXES AND SHARED REVENUE			
STATE SOURCES--			
GENERAL STATE AID	5,911,438.00	6,111,924.00	(200,486.00)
SPECIAL EDUCATION	1,014,760.00	1,071,817.00	(57,057.00)
MINERAL PRODUCTION TAX	2,311.32	800.00	1,511.32
	<u>6,928,509.32</u>	<u>7,184,541.00</u>	<u>(256,031.68)</u>
TOTAL STATE SOURCES			
FEDERAL ARRA STABILIZATION	153,334.00	153,334.00	0.00
FEDERAL EDUCATION JOBS	268,488.00	0.00	268,488.00
REIMBURSEMENTS	168,311.75	0.00	168,311.75
	<u>8,954,462.19</u>	<u>\$ 8,710,453.00</u>	<u>\$ 244,009.19</u>
TOTAL CASH RECEIPTS			
<u>EXPENDITURES</u>			
INSTRUCTION--			
SALARIES	3,683,289.11	\$ 2,890,818.00	\$ (792,471.11)
SALARIES - ARRA	153,334.00	0.00	(153,334.00)
SALARIES - EDUCATION JOBS	268,488.00	0.00	(268,488.00)
EMPLOYEE BENEFITS	515,507.91	534,993.00	19,485.09
PURCHASED PROF. & TECH. SERVICES	141,139.50	60,722.00	(80,417.50)
PURCHASED PROPERTY SERVICES	0.00	51,469.00	51,469.00
OTHER PURCHASED SERVICES	6,206.50	5,318.00	(888.50)
SUPPLIES	182,879.59	159,318.00	(23,561.59)
PROPERTY (EQUIP. & FURN.)	87.15	284.00	196.85
OTHER	9,958.95	36,435.00	26,476.05
	<u>4,960,890.71</u>	<u>3,739,357.00</u>	<u>(1,221,533.71)</u>
TOTAL INSTRUCTION			
STUDENT SUPPORT SERVICES--			
SALARIES	192,594.04	222,049.00	29,454.96
EMPLOYEE BENEFITS	9,882.55	42,234.00	32,351.45
PURCHASED PROF. & TECH. SERVICES	1,077.50	5,333.00	4,255.50
OTHER PURCHASED SERVICES	0.00	5,738.00	5,738.00
SUPPLIES	6,321.38	4,697.00	(1,624.38)
	<u>209,875.47</u>	<u>280,051.00</u>	<u>70,175.53</u>
TOTAL STUDENT SUPPORT SERVICES			

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

STATEMENT 3
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND (CONT.)			
<u>EXPENDITURES</u>			
INSTRUCTIONAL SUPPORT STAFF--			
SALARIES	\$ 375,208.22	\$ 269,916.00	\$ (105,292.22)
EMPLOYEE BENEFITS	60,457.33	47,802.00	(12,655.33)
PURCHASED PROF. & TECH. SERVICES	0.00	467.00	467.00
OTHER PURCHASED SERVICES	0.00	3,347.00	3,347.00
SUPPLIES	20,575.30	13,743.00	(6,832.30)
PROPERTY (EQUIP. & FURN.)	0.00	323.00	323.00
	<u>456,240.85</u>	<u>335,598.00</u>	<u>(120,642.85)</u>
TOTAL INSTRUCTIONAL SUPPORT STAFF			
GENERAL ADMINISTRATION--			
SALARIES	81,936.43	212,843.00	130,906.57
EMPLOYEE BENEFITS	3,520.15	24,033.00	20,512.85
PURCHASED PROF. & TECH. SERVICES	52,631.16	70,992.00	18,360.84
PURCHASED PROPERTY SERVICES	12,679.36	8,101.00	(4,578.36)
OTHER PURCHASED SERVICES	200,130.03	137,745.00	(62,385.03)
SUPPLIES	9,297.70	6,649.00	(2,648.70)
PROPERTY (EQUIP. & FURN.)	1,275.57	2,234.00	958.43
OTHER	58,893.45	13,521.00	(45,372.45)
	<u>420,363.85</u>	<u>476,118.00</u>	<u>55,754.15</u>
TOTAL GENERAL ADMINISTRATION			
SCHOOL ADMINISTRATION--			
SALARIES	615.52	412,686.00	412,070.48
EMPLOYEE BENEFITS	12,146.62	59,159.00	47,012.38
PURCHASED PROF. & TECH. SERVICES	13,652.00	9,512.00	(4,140.00)
OTHER PURCHASED SERVICES	308.08	17,334.00	17,025.92
SUPPLIES	4,502.95	7,483.00	2,980.05
PROPERTY (EQUIP. & FURN.)	0.00	75.00	75.00
OTHER	31,025.31	1,615.00	(29,410.31)
	<u>62,250.48</u>	<u>507,864.00</u>	<u>445,613.52</u>
TOTAL SCHOOL ADMINISTRATION			
OPERATIONS AND MAINTENANCE--			
SALARIES	667.62	276,219.00	275,551.38
EMPLOYEE BENEFITS	8,955.84	49,275.00	40,319.16
PURCHASED PROF. & TECH. SERVICES	0.00	100.00	100.00
PURCHASED PROPERTY SERVICES	150,385.85	162,614.00	12,228.15
OTHER PURCHASED SERVICES	379.07	1,028.00	648.93
SUPPLIES	53,234.71	65,118.00	11,883.29
UTILITIES & FUEL	329,280.97	401,820.00	72,539.03
PROPERTY (EQUIP. & FURN.)	572.89	955.00	382.11
OTHER	7,037.49	0.00	(7,037.49)
	<u>550,514.44</u>	<u>957,129.00</u>	<u>406,614.56</u>
TOTAL OPERATIONS AND MAINTENANCE			

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND (CONT.)			
EXPENDITURES			
OTHER SUPPLEMENTAL SERVICES--			
SALARIES	\$ 117,037.11	\$ 180,907.00	\$ 63,869.89
EMPLOYEE BENEFITS	9,923.10	26,794.00	16,870.90
SUPPLIES	121.02	0.00	(121.02)
OTHER	5,462.80	0.00	(5,462.80)
TOTAL OTHER SUPPLEMENTAL SERVICES	132,544.03	207,701.00	75,156.97
STUDENT TRANSPORTATION SERVICES--			
SALARIES	201,178.13	158,994.00	(42,184.13)
EMPLOYEE BENEFITS	41,842.87	66,279.00	24,436.13
SUPPLIES	0.00	56,919.00	56,919.00
OTHER	0.00	4,874.00	4,874.00
VEHICLE OPERATING SERVICES--			
SALARIES	41,851.96	81,762.00	39,910.04
EMPLOYEE BENEFITS	(1,494.73)	23,534.00	25,028.73
OTHER PURCHASED SERVICES	38,817.48	6,517.00	(32,300.48)
FUEL	123,332.01	41,063.00	(81,360.01)
VEHICLE SERVICES & MAINTENANCE SERVICES--			
PURCHASED PROF. & TECH. SERVICES	18,864.00	16,012.00	(2,852.00)
SUPPLIES	27,888.40	38,378.00	10,489.60
EQUIPMENT	4,457.74	4,244.00	(213.74)
OTHER STUDENT TRANS. SERVICES--			
PURCHASED PROF. & TECH. SERVICES	0.00	1,868.00	1,868.00
OTHER	10,917.28	6,031.00	(4,886.28)
TOTAL STUDENT TRANSPORTATION SERVICES	507,655.14	507,375.00	(280.14)
TRANSFERS--			
SPECIAL EDUCATION	1,115,235.86	1,071,817.00	(43,418.86)
CAPITAL OUTLAY	0.00	49,789.00	49,789.00
DRIVER TRAINING	0.00	4,000.00	4,000.00
FOOD SERVICE	0.00	77,358.00	77,358.00
BILINGUAL EDUCATION	1,969.00	2,200.00	231.00
PROFESSIONAL DEVELOPMENT	0.00	5,668.00	5,668.00
TEXTBOOK	0.00	3,000.00	3,000.00
AT RISK (4 YR OLD)	50,000.00	50,000.00	0.00
AT RISK (K-12)	298,754.34	321,533.00	22,778.66
VOCATIONAL EDUCATION	55,000.00	113,895.00	58,895.00
TOTAL TRANSFERS	1,520,959.20	1,699,260.00	178,300.80
ADJUSTMENT TO COMPLY WITH LEGAL MAX	0.00	(57,377.00)	(57,377.00)
LEGAL GENERAL FUND BUDGET	8,821,294.17	8,653,076.00	(168,218.17)
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	168,311.75	168,311.75
TOTAL EXPENDITURES	8,821,294.17	\$ 8,821,387.75	\$ 93.58
RECEIPTS OVER (UNDER) EXPENDITURES	133,168.02		
UNENCUMBERED CASH, JULY 1, 2010	(583,744.02)		
UNENCUMBERED CASH, JUNE 30, 2011	\$ (450,576.00)		

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

		10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
SUPPLEMENTAL GENERAL FUND				
<u>CASH RECEIPTS</u>				
AD VALOREM PROPERTY TAXES -2009	\$	44,085.78	\$ 56,058.00	\$ (11,972.22)
AD VALOREM PROPERTY TAXES -2010		1,068,535.69	997,780.00	70,755.69
DELINQUENT PROPERTY TAX		9,002.50	13,889.00	(4,886.50)
MOTOR VEHICLE TAX		148,295.34	133,859.00	14,436.34
RECREATIONAL VEHICLE TAX		2,059.59	1,590.00	469.59
RENTAL VEHICLE EXCISE TAX		15.98	0.00	15.98
SUPPLEMENTAL STATE AID		1,494,373.00	1,332,708.00	161,665.00
TOTAL CASH RECEIPTS		<u>2,766,367.88</u>	<u>\$ 2,535,884.00</u>	<u>\$ 230,483.88</u>
<u>EXPENDITURES</u>				
INSTRUCTION	-SALARIES	0.00	\$ 1,285,828.00	\$ 1,285,828.00
	-EMPLOYEE BENEFITS	0.00	16,588.00	16,588.00
	-PURCHASED PROF. & TECH. SERVICES	0.00	885.00	885.00
	-OTHER PURCHASED SERVICES	80.42	0.00	(80.42)
	-SUPPLIES	24,517.25	4,931.00	(19,586.25)
GENERAL ADMIN.	-SALARIES	255,469.60	80,220.00	(175,249.60)
	-EMPLOYEE BENEFITS	7,313.81	0.00	(7,313.81)
	-OTHER	15,775.21	9,241.00	(6,534.21)
SCHOOL ADMIN.	-SALARIES	670,068.29	130,746.00	(539,322.29)
	-EMPLOYEE BENEFITS	95,159.61	12,802.00	(82,357.61)
OPER. & MAINT.	-SALARIES	442,158.42	135,508.00	(306,650.42)
	-EMPLOYEE BENEFITS	48,897.72	14,185.00	(34,712.72)
TRANSFERS	- SPECIAL EDUCATION	401,100.00	479,610.00	78,510.00
	- BILINGUAL	0.00	1,010.00	1,010.00
	- FOOD SERVICE	142,797.10	0.00	(142,797.10)
	- TEXTBOOKS	80,000.00	0.00	(80,000.00)
	- PROFESSIONAL DEVELOPMENT	3,000.00	0.00	(3,000.00)
	- AT RISK (K-12)	198,923.35	277,000.00	78,076.65
	- VOCATIONAL EDUCATION	206,206.22	144,243.00	(61,963.22)
ADJUSTMENT TO COMPLY WITH LEGAL MAX		0.00	(1,330.00)	(1,330.00)
TOTAL EXPENDITURES		<u>2,591,467.00</u>	<u>\$ 2,591,467.00</u>	<u>\$ (0.00)</u>
RECEIPTS OVER (UNDER) EXPENDITURES		174,900.88		
UNENCUMBERED CASH, JULY 1, 2010		<u>(187,980.41)</u>		
UNENCUMBERED CASH, JUNE 30, 2011	\$	<u>(13,079.53)</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
CAPITAL OUTLAY FUND			
CASH RECEIPTS			
AD VALOREM PROPERTY TAXES -2009	\$ 14,556.94	\$ 17,925.00	\$ (3,368.06)
AD VALOREM PROPERTY TAXES -2010	448,003.43	428,782.00	19,221.43
DELINQUENT PROPERTY TAX	2,771.27	3,622.00	(850.73)
MOTOR VEHICLE TAX	49,655.31	43,231.00	6,424.31
RECREATIONAL VEHICLE TAX	644.34	514.00	130.34
RENTAL VEHICLE EXCISE TAX	6.55	0.00	6.55
INTEREST ON IDLE FUNDS	52,367.96	63,312.00	(10,944.04)
OTHER REVENUE	17,257.50	25,000.00	(7,742.50)
TRANSFER FROM GENERAL FUND	0.00	49,789.00	(49,789.00)
REIMBURSEMENTS	96,954.84	0.00	96,954.84
TOTAL CASH RECEIPTS	682,218.14	\$ 632,175.00	\$ 50,043.14
EXPENDITURES			
INSTRUCTION - PROPERTY (EQUIP. & FURN.)	20,425.71	\$ 100,000.00	\$ 79,574.29
STUDENT SUPP. SERV. - PROPERTY (EQUIP. & FURN.)	6,145.32	80,000.00	73,854.68
INSTRUCTIONAL SUPP. STAFF - PROPERTY (EQUIP. & FURN.)	0.00	100,000.00	100,000.00
GENERAL ADMINISTRATION - PROPERTY (EQUIP. & FURN.)	178,435.71	100,000.00	(78,435.71)
SCHOOL ADMINISTRATION - PROPERTY (EQUIP. & FURN.)	0.00	100,000.00	100,000.00
CENTRAL SERVICES - PROPERTY (EQUIP. & FURN.)	0.00	100,000.00	100,000.00
OPERATIONS & MAINT. - PROPERTY (EQUIP. & FURN.)	7,961.15	80,000.00	72,038.85
TRANSPORTATION - PROPERTY (EQUIP. & FURN.)	0.00	300,000.00	300,000.00
OTHER SUPP. SERVICES - PROPERTY (EQUIP. & FURN.)	0.00	100,000.00	100,000.00
FACILITIES - REPAIR & REMODELING BUILDING	401,909.08	0.00	(401,909.08)
FACILITIES - ARCHITECTURAL & ENGINEERING SERV.	0.00	400,000.00	400,000.00
FACILITIES - NEW BLDG. ACQUISITION & CONSTR.	0.00	400,000.00	400,000.00
FACILITIES - SITE IMPROVEMENT	0.00	5,000.00	5,000.00
BUILDING IMPROVEMENTS - SALARIES	0.00	100,000.00	100,000.00
BUILDING IMPROVEMENTS - OUTSIDE CONTRACTORS	0.00	80,000.00	80,000.00
BUILDING IMPROVEMENTS - OTHER	0.00	754.00	754.00
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	96,954.84	96,954.84
TOTAL EXPENDITURES	614,876.97	\$ 2,142,708.84	\$ 1,527,831.87
RECEIPTS OVER (UNDER) EXPENDITURES	67,341.17		
UNENCUMBERED CASH, JULY 1, 2010	1,946,423.15		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 2,013,764.32		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
DRIVER TRAINING FUND			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 5,746.00	\$ 5,670.00	\$ 76.00
OTHER LOCAL REVENUE	4,000.45	4,200.00	(199.55)
TRANSFER FROM GENERAL FUND	0.00	4,000.00	(4,000.00)
TOTAL CASH RECEIPTS	<u>9,746.45</u>	<u>\$ 13,870.00</u>	<u>\$ (4,123.55)</u>
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	7,971.44	\$ 20,000.00	\$ 12,028.56
- EMPLOYEE BENEFITS	618.16	1,600.00	981.84
- SUPPLIES	842.28	1,200.00	357.72
VEHICLE OPER. & MAINT. - RENTAL OF VEHICLES	2,460.00	2,820.00	360.00
- INSURANCE	0.00	47.00	47.00
- FUEL	968.30	1,367.00	398.70
- OTHER	1,100.45	63.00	(1,037.45)
TOTAL EXPENDITURES	<u>13,960.63</u>	<u>\$ 27,097.00</u>	<u>\$ 13,136.37</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(4,214.18)		
UNENCUMBERED CASH, JULY 1, 2010	<u>59,753.74</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 55,539.56</u>		
 KPERS SPECIAL RETIREMENT CONTRIBUTION FUND			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 491,051.36	\$ 623,376.00	\$ (132,324.64)
<u>EXPENDITURES</u>			
INSTRUCTION - EMPLOYEE BENEFITS	491,051.36	\$ 300,000.00	\$ (191,051.36)
STUDENT SUPPORT - EMPLOYEE BENEFITS	0.00	22,388.00	22,388.00
INSTRUCTIONAL SUPPORT - EMPLOYEE BENEFITS	0.00	68,934.00	68,934.00
GEN. ADMIN. - EMPLOYEE BENEFITS	0.00	66,836.00	66,836.00
SCHOOL ADMIN. - EMPLOYEE BENEFITS	0.00	44,244.00	44,244.00
OPER. & MAINTENANCE - EMPLOYEE BENEFITS	0.00	41,484.00	41,484.00
STUDENT TRANS. - EMPLOYEE BENEFITS	0.00	41,294.00	41,294.00
FOOD SERVICE - EMPLOYEE BENEFITS	0.00	38,196.00	38,196.00
TOTAL EXPENDITURES	<u>491,051.36</u>	<u>\$ 623,376.00</u>	<u>\$ 132,324.64</u>
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2010	<u>0.00</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 0.00</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
FOOD SERVICE FUND			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS - FEDERAL AID	\$ 281,427.85	\$ 294,496.00	\$ (13,068.15)
- STATE AID	7,929.75	6,672.00	1,257.75
MEALS	356,576.07	341,773.00	14,803.07
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	142,797.10	0.00	142,797.10
TRANSFER FROM GENERAL FUND	0.00	77,358.00	(77,358.00)
OTHER REVENUE	1,689.73	1,873.00	(183.27)
TOTAL CASH RECEIPTS	<u>790,420.50</u>	<u>\$ 722,172.00</u>	<u>\$ 68,248.50</u>
<u>EXPENDITURES</u>			
OPERATIONS & MAINT. - SALARIES	0.00	\$ 12,000.00	\$ 12,000.00
- PURCHASED PROPERTY SERV.	0.00	5,000.00	5,000.00
- OTHER PURCH. SERVICES	0.00	500.00	500.00
FOOD SERVICE OPER. - SALARIES	275,353.05	300,000.00	24,646.95
- EMPL. BENEFITS	39,391.72	41,000.00	1,608.28
- OTHER PURCHASED SERVICES	0.00	1,629.00	1,629.00
- FOOD, SUPPLIES	373,687.70	450,104.00	76,416.30
- PROPERTY (EQUIP. & FURN.)	77.56	40,000.00	39,922.44
- OTHER	45,422.77	60,000.00	14,577.23
TOTAL EXPENDITURES	<u>733,932.80</u>	<u>\$ 910,233.00</u>	<u>\$ 176,300.20</u>
RECEIPTS OVER (UNDER) EXPENDITURES	56,487.70		
UNENCUMBERED CASH, JULY 1, 2010	<u>188,060.60</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 244,548.30</u>		
 CONSTRUCTION AND BUILDING IMPROVEMENTS			
<u>CASH RECEIPTS</u>			
INTEREST EARNED	\$ <u>62,016.98</u>		
<u>EXPENDITURES</u>			
SCHNEIDER ELECTRIC 'TAC' IMPROVEMENTS	261,190.75		
CONSTRUCTION AND REMODELING	4,953,427.89		
EQUIPMENT/TECHNOLOGY	58,003.79		
OTHER	<u>855.00</u>		
TOTAL EXPENDITURES	<u>5,273,477.43</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	(5,211,460.45)		
UNENCUMBERED CASH, JULY 1, 2010	<u>7,508,991.82</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 2,297,531.37</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
PROFESSIONAL DEVELOPMENT FUND			
<u>CASH RECEIPTS</u>			
OTHER LOCAL REVENUE	\$ 180.00	\$ 0.00	\$ 180.00
TRANSFER FROM GENERAL FUND	0.00	5,668.00	(5,668.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	3,000.00	0.00	3,000.00
TOTAL CASH RECEIPTS	3,180.00	\$ 5,668.00	\$ (2,488.00)
<u>EXPENDITURES</u>			
INSTR. SUPPORT STAFF - SALARIES	7,095.00	\$ 42,443.00	\$ 35,348.00
- EMPLOYEE BENEFITS	555.12	975.00	419.88
- PURCH. PROF. & TECH. SERV.	22,775.03	30,000.00	7,224.97
- OTHER PURCH. SERVICES	2,363.76	31,911.00	29,547.24
- SUPPLIES	346.50	250.00	(96.50)
OTHER SUPP. SERVICE - OTHER	184.68	0.00	(184.68)
TOTAL EXPENDITURES	33,320.09	\$ 105,579.00	\$ 72,258.91
RECEIPTS OVER (UNDER) EXPENDITURES	(30,140.09)		
UNENCUMBERED CASH, JULY 1, 2010	99,910.82		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 69,770.73		
BILINGUAL EDUCATION FUND			
<u>CASH RECEIPTS</u>			
OTHER LOCAL REVENUE	\$ 0.00	\$ 3,000.00	\$ (3,000.00)
TRANSFER FROM GENERAL FUND	1,969.00	2,200.00	(231.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	0.00	1,010.00	(1,010.00)
TOTAL CASH RECEIPTS	1,969.00	\$ 6,210.00	\$ (4,241.00)
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	2,000.00	\$ 5,500.00	\$ (3,500.00)
- EMPLOYEE BENEFITS	0.00	710.00	(710.00)
TOTAL EXPENDITURES	2,000.00	\$ 6,210.00	\$ (4,210.00)
RECEIPTS OVER (UNDER) EXPENDITURES	(31.00)		
UNENCUMBERED CASH, JULY 1, 2010	2,200.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 2,169.00		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
SPECIAL EDUCATION FUND			
<u>CASH RECEIPTS</u>			
OTHER REVENUE	\$ 13,868.53	\$ 0.00	\$ 13,868.53
TRANSFER FROM GENERAL FUND	1,115,235.86	1,071,817.00	43,418.86
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	401,100.00	479,610.00	(78,510.00)
TOTAL CASH RECEIPTS	1,530,204.39	\$ 1,551,427.00	\$ (21,222.61)
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	15,690.24	\$ 35,000.00	\$ 19,309.76
- EMPLOYEE BENEFITS	2,436.75	2,040.00	(396.75)
- PURCHASED PROF. & TECH. SERVICES	0.00	100,000.00	100,000.00
- PURCHASED PROPERTY SERVICES	0.00	90,000.00	90,000.00
- OTHER PURCH. SERV. - PYMT. TO COOP	1,241,157.05	1,353,656.00	112,498.95
- OTHER PURCH. SERVICES	0.00	25,000.00	25,000.00
- SUPPLIES	145.03	30,000.00	29,854.97
- PROP. (EQUIP. & FURN.)	0.00	5,000.00	5,000.00
- OTHER	970.00	2,490.00	1,520.00
SUPPORT SERV. - PURCHASED PROF. & TECH. SERVICES	241,202.83	250,000.00	8,797.17
INSTRUCT. SUPP. - OTHER PURCHASED SERVICES	200.00	500.00	300.00
- PROP. (EQUIP. & FURN.)	0.00	50,000.00	50,000.00
STUDENT TRANSPORTATION SERVICES-			
- SALARIES	15,030.21	30,000.00	14,969.79
- EMPLOYEE BENEFITS	1,797.40	3,100.00	1,302.60
- PURCH. PROPERTY SERVICES	0.00	1,000.00	1,000.00
- SUPPLIES	3,976.25	6,000.00	2,023.75
- OTHER	1,243.77	2,518.00	1,274.23
VEHICLE OPERATING SERVICES-			
- SALARIES	0.00	15,000.00	15,000.00
- EMPLOYEE BENEFITS	0.00	4,300.00	4,300.00
- SUPPLIES	0.00	3,000.00	3,000.00
VEHICLE & MAINT. SERV.-PURCH. PROF. & TECH. SERV.	0.00	1,000.00	1,000.00
OTHER STUD. TRANS. SERV.-PROP. (EQUIP. & FURN.)	0.00	100,000.00	100,000.00
TOTAL EXPENDITURES	1,523,849.53	\$ 2,109,604.00	\$ 585,754.47
RECEIPTS OVER (UNDER) EXPENDITURES	6,354.86		
UNENCUMBERED CASH, JULY 1, 2010	597,639.74		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 603,994.60		
UNITED 4 YOUTH COUNTYWIDE GRANT - 11			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 35,088.83		
OTHER LOCAL REVENUE	120.50		
TOTAL CASH RECEIPTS	35,209.33		
<u>EXPENDITURES</u>			
SALARIES	27,800.02		
EMPLOYEE BENEFITS	2,168.13		
PURCHASED PROF. & TECH. SERVICES	4,684.99		
OTHER PURCHASED SERVICES	816.89		
SUPPLIES	2,082.16		
OTHER	3,063.75		
TOTAL EXPENDITURES	40,615.94		
RECEIPTS OVER (UNDER) EXPENDITURES	(5,406.61)		
UNENCUMBERED CASH, JULY 1, 2010	0.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ (5,406.61)		

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
VOCATIONAL EDUCATION FUND			
<u>CASH RECEIPTS</u>			
OTHER LOCAL REVENUE	\$ 474.00	\$ 2,328.00	\$ (1,854.00)
CARL PERKINS	9,857.80	0.00	9,857.80
TRANSFER FROM GENERAL FUND	55,000.00	113,895.00	(58,895.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	206,206.22	144,243.00	61,963.22
TOTAL CASH RECEIPTS	<u>271,538.02</u>	<u>\$ 260,466.00</u>	<u>\$ 11,072.02</u>
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	227,064.60	\$ 300,000.00	\$ 72,935.40
- EMPLOYEE BENEFITS	15,909.23	40,600.00	24,690.77
- PURCH. PROF. & TECH. SERVICES	3,525.00	0.00	(3,525.00)
- OTHER PURCHASED SERVICES	1,482.97	2,000.00	517.03
- SUPPLIES	10,954.47	34,118.00	23,163.53
- PROPERTY (EQUIP. & FURN.)	2,316.00	875.00	(1,441.00)
STUD. SUPP. SERV. - OTHER PURCHASED SERV.	0.00	5,000.00	5,000.00
STUD. SUPP. SERV. - OTHER	80.00	5,000.00	4,920.00
OPER. & MAINT. - MOTOR FUEL	0.00	500.00	500.00
TOTAL EXPENDITURES	<u>261,332.27</u>	<u>\$ 388,093.00</u>	<u>\$ 126,760.73</u>
RECEIPTS OVER (UNDER) EXPENDITURES	10,205.75		
UNENCUMBERED CASH, JULY 1, 2010	<u>127,627.16</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 137,832.91</u>		
 CONTINGENCY RESERVE FUND			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL FUND	\$ 0.00		
<u>EXPENDITURES</u>			
OTHER	<u>47,874.24</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	(47,874.24)		
UNENCUMBERED CASH, JULY 1, 2010	<u>865,058.02</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 817,183.78</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
AT RISK (4 YR OLD)			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 50,000.00	\$ 50,000.00	\$ 0.00
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	45,319.72	\$ 35,620.00	\$ (9,699.72)
- EMPLOYEE BENEFITS	0.00	6,864.00	6,864.00
- SUPPLIES	0.00	10,000.00	10,000.00
TOTAL EXPENDITURES	45,319.72	\$ 52,484.00	\$ 7,164.28
RECEIPTS OVER (UNDER) EXPENDITURES	4,680.28		
UNENCUMBERED CASH, JULY 1, 2010	2,484.84		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 7,165.12		
 AT RISK (K-12)			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 298,754.34	\$ 321,533.00	\$ (22,778.66)
TRANSFER FROM SUPPLEMENTAL GENERAL	198,923.35	277,000.00	(78,076.65)
TOTAL CASH RECEIPTS	497,677.69	\$ 598,533.00	\$ (100,855.31)
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	428,820.86	\$ 438,439.00	\$ 9,618.14
- EMPLOYEE BENEFITS	37,779.30	37,000.00	(779.30)
- PURCH. PROF. & TECH. SERV.	3,937.00	20,060.00	16,123.00
- OTHER PURCHASED SERV.	0.00	5,000.00	5,000.00
- SUPPLIES	53,655.41	235,000.00	181,344.59
- PROPERTY (EQUIP. & FURN.)	0.00	19,101.00	19,101.00
- OTHER	0.00	6,631.00	6,631.00
TOTAL EXPENDITURES	524,192.57	\$ 761,231.00	\$ 237,038.43
RECEIPTS OVER (UNDER) EXPENDITURES	(26,514.88)		
UNENCUMBERED CASH, JULY 1, 2010	162,689.59		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 136,174.71		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 <u>ACTUAL</u>	10-11 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
TEXTBOOK RENTAL FUND			
<u>CASH RECEIPTS</u>			
RENTAL FEES	\$ 32,545.26		
TRANSFER FROM SUPPLEMENTAL GENERAL	<u>80,000.00</u>		
TOTAL CASH RECEIPTS	<u>112,545.26</u>		
<u>EXPENDITURES</u>			
TEXTBOOKS	<u>173,658.57</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	(61,113.31)		
UNENCUMBERED CASH, JULY 1, 2010	<u>190,833.46</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 129,720.15</u>		
 UNITED 4 YOUTH COUNTYWIDE GRANT - 10			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 64,944.10		
OTHER LOCAL REVENUE	<u>480.81</u>		
TOTAL CASH RECEIPTS	<u>65,424.91</u>		
<u>EXPENDITURES</u>			
SALARIES	26,299.98		
EMPLOYEE BENEFITS	2,138.29		
OTHER PURCHASED SERVICES	7,606.61		
SUPPLIES	4,917.63		
OTHER	<u>18,258.54</u>		
TOTAL EXPENDITURES	<u>59,221.05</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	6,203.86		
UNENCUMBERED CASH, JULY 1, 2010	<u>(6,203.86)</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 0.00</u>		
 CARL PERKINS - TECH PREP			
<u>CASH RECEIPTS</u>			
NORTHEAST KANSAS SCHOOL TO WORK	\$ <u>0.00</u>		
<u>EXPENDITURES</u>			
EQUIPMENT	<u>0.50</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	(0.50)		
UNENCUMBERED CASH, JULY 1, 2010	<u>0.50</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 0.00</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 <u>ACTUAL</u>	10-11 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
TITLE I - FY 11			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 157,986.00		
 <u>EXPENDITURES</u>			
SALARIES	139,474.32		
EMPLOYEE BENEFITS	18,036.17		
OTHER	61.50		
TOTAL EXPENDITURES	157,571.99		
RECEIPTS OVER (UNDER) EXPENDITURES	414.01		
UNENCUMBERED CASH, JULY 1, 2010	0.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 414.01		
 TITLE I - ARRA			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 11,556.00		
 <u>EXPENDITURES</u>			
SALARIES	11,475.63		
EMPLOYEE BENEFITS	80.37		
TOTAL EXPENDITURES	11,556.00		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2010	0.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 0.00		
 TOBACCO FREE GRANTS			
<u>CASH RECEIPTS</u>			
TOBACCO FREE KANSAS COALITION	\$ 1,250.00		
TOBACCO FREE MINIGRANT - SHS	1,250.00		
CLEAN AIR GRANT- U4YC	500.00		
TOTAL CASH RECEIPTS	3,000.00		
 <u>EXPENDITURES</u>			
SUPPLIES	5,272.60		
RECEIPTS OVER (UNDER) EXPENDITURES	(2,272.60)		
UNENCUMBERED CASH, JULY 1, 2010	2,500.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 227.40		

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 <u>ACTUAL</u>	10-11 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
TITLE II - A FY 11			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 60,101.00		
 <u>EXPENDITURES</u>			
INSTRUCTIONAL - SALARIES	12,575.50		
- EMPLOYEE BENEFITS	1,033.80		
- PURCH. PROF. SERVICES	5,916.71		
- OTHER PURCHASED SERVICES	3,025.44		
- SUPPLIES	10,685.38		
 TOTAL EXPENDITURES	33,236.83		
 RECEIPTS OVER (UNDER) EXPENDITURES	26,864.17		
 UNENCUMBERED CASH, JULY 1, 2010	0.00		
 UNENCUMBERED CASH, JUNE 30, 2011	\$ 26,864.17		
 TITLE II - D			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 535.00		
 <u>EXPENDITURES</u>			
SALARIES	535.00		
 RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
 UNENCUMBERED CASH, JULY 1, 2010	0.00		
 UNENCUMBERED CASH, JUNE 30, 2011	\$ 0.00		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 ACTUAL	10-11 BUDGET	VARIANCE - OVER (UNDER)
BOND AND INTEREST FUND - (USD#441)			
<u>CASH RECEIPTS</u>			
AD VALOREM PROPERTY TAX -2009	\$ 13,707.38	\$ 15,647.00	\$ (1,939.62)
-2010	355,017.21	344,226.00	10,791.21
DELINQUENT PROPERTY TAXES	1,287.70	3,392.00	(2,104.30)
MOTOR VEHICLE TAX	9,648.63	10,045.00	(396.37)
RECREATIONAL VEHICLE TAX	152.48	119.00	33.48
STATE AID	120,433.00	120,433.00	0.00
TOTAL CASH RECEIPTS	<u>500,246.40</u>	<u>\$ 493,862.00</u>	<u>\$ 6,384.40</u>
<u>EXPENDITURES</u>			
INTEREST	325,493.76	\$ 325,494.00	\$ (0.24)
OTHER	0.00	50.00	(50.00)
TOTAL EXPENDITURES	<u>325,493.76</u>	<u>\$ 325,544.00</u>	<u>\$ (50.24)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	174,752.64		
UNENCUMBERED CASH, JULY 1, 2010	<u>233,784.41</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 408,537.05</u>		
 BOND AND INTEREST FUND - (USD#488)			
<u>CASH RECEIPTS</u>			
AD VALOREM PROPERTY TAX -2009	\$ 3,389.49	\$ 5,433.00	\$ (2,043.51)
-2010	173,488.99	162,347.00	11,141.99
DELINQUENT PROPERTY TAXES	623.97	2,024.00	(1,400.03)
MOTOR VEHICLE TAX	19,551.94	18,669.00	882.94
RECREATIONAL VEHICLE TAX	336.38	221.00	115.38
STATE AID	87,393.00	87,394.00	(1.00)
TOTAL CASH RECEIPTS	<u>284,783.77</u>	<u>\$ 276,088.00</u>	<u>\$ 8,695.77</u>
<u>EXPENDITURES</u>			
PRINCIPAL	155,000.00	\$ 155,000.00	\$ 0.00
INTEREST	81,199.40	81,199.00	0.40
OTHER	0.00	50.00	(50.00)
TOTAL EXPENDITURES	<u>236,199.40</u>	<u>\$ 236,249.00</u>	<u>\$ (49.60)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	48,584.37		
UNENCUMBERED CASH, JULY 1, 2010	<u>240,261.78</u>		
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 288,846.15</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

MILLS MEMORIAL SCHOLARSHIP FUND	10-11 ACTUAL
<u>CASH RECEIPTS</u>	
INVESTMENT INTEREST INCOME	\$ 435.00
<u>EXPENDITURES</u>	
GRANT TO RECIPIENTS	435.00
RECEIPTS OVER (UNDER) EXPENDITURES	0.00
UNENCUMBERED CASH, JULY 1, 2010	10,436.19
UNENCUMBERED CASH, JUNE 30, 2011	\$ 10,436.19
 SOURK MEMORIAL SCHOLARSHIP FUND	
<u>CASH RECEIPTS</u>	
INVESTMENT INTEREST INCOME	\$ 64.28
<u>EXPENDITURES</u>	
GRANT TO RECIPIENTS	300.00
RECEIPTS OVER (UNDER) EXPENDITURES	(235.72)
UNENCUMBERED CASH, JULY 1, 2010	1,696.43
UNENCUMBERED CASH, JUNE 30, 2011	\$ 1,460.71
 GIFTS AND DONATIONS	
<u>CASH RECEIPTS</u>	
MONSANTO DONATION	\$ 2,500.00
BLUE VALLEY TELE. DONATION	2,362.88
DOLLAR GENERAL DONATION	5,000.00
OTHER DONATIONS	4,616.59
TOTAL REVENUE	14,479.47
<u>EXPENDITURES</u>	
WESTAR DONATION EXPENDITURES (U4YC)	25.00
DOLLAR GENERAL EXPENDITURES	4,628.44
MONSANTO EXPENDITURES	2,609.30
BLUE VALLEY TECH. EXPENDITURES	2,362.88
SAC & FOX EXPENDITURES	1,000.00
WETMORE TRACK	1,056.93
UNITED 4 YOUTH ACTIVITIES	3,461.92
TOTAL EXPENDITURES	15,144.47
RECEIPTS OVER (UNDER) EXPENDITURES	(665.00)
UNENCUMBERED CASH, JULY 1, 2010	1,610.49
UNENCUMBERED CASH, JUNE 30, 2011	\$ 945.49

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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SUMMARY OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	10-11 <u>ACTUAL</u>	10-11 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
HEIMAN-DICK SCHOLARSHIP			
<u>CASH RECEIPTS</u>			
INTEREST	\$ 408.00		
<u>EXPENDITURES</u>			
OTHER EXPENSE	0.02		
RECEIPTS OVER (UNDER) EXPENDITURES	407.98		
UNENCUMBERED CASH, JULY 1, 2010	24,000.02		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 24,408.00		
 ROTHFELDER SCHOLARSHIP			
<u>CASH RECEIPTS</u>			
INTEREST	\$ 256.09		
<u>EXPENDITURES</u>			
SCHOLARSHIPS	1,000.00		
RECEIPTS OVER (UNDER) EXPENDITURES	(743.91)		
UNENCUMBERED CASH, JULY 1, 2010	15,000.00		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 14,256.09		
 SUMMERFIELD TRACK			
<u>CASH RECEIPTS</u>	\$ 0.00		
<u>EXPENDITURES</u>			
TRANSFER TO SUMMERFIELD ACTIVITY FUND	347.10		
RECEIPTS OVER (UNDER) EXPENDITURES	(347.10)		
UNENCUMBERED CASH, JULY 1, 2010	347.10		
UNENCUMBERED CASH, JUNE 30, 2011	\$ 0.00		

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
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STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	BEGINNING CASH BALANCE	CASH RECEIPTS	CASH DISBURSEMENTS	ENDING CASH BALANCE
<u>AGENCY FUNDS</u>				
<u>STUDENT ORGANIZATION FUNDS</u>				
AXTELL PUBLIC SCHOOLS				
SOAR AS AN EAGLE SCHOLARSHIP-2007	\$ 10,421.54	\$ 57.19	\$ 10,478.73	\$ 0.00
SOAR AS AN EAGLE SCHOLARSHIP-2008	5,693.22	36.56	1,588.10	4,141.68
SOAR AS AN EAGLE SCHOLARSHIP-2009	10,113.51	67.73	0.00	10,181.24
SOAR AS AN EAGLE SCHOLARSHIP-2010	10,016.18	65.49	914.34	9,167.33
SOAR AS AN EAGLE SCHOLARSHIP-2011	0.00	10,008.41	0.00	10,008.41
CLASS OF 2011	13,939.24	3,536.33	17,475.57	0.00
CLASS OF 2012	5,159.23	21,117.72	14,110.66	12,166.29
CLASS OF 2013	2,967.32	2,011.94	572.62	4,406.64
CLASS OF 2014	543.27	1,522.07	436.89	1,628.45
CLASS OF 2015	0.00	623.32	0.00	623.32
ANNUAL	6,717.73	2,657.93	4,385.79	4,989.87
ACSC-AXTELL COMM. SERVICE CLUB	7,650.30	3,676.21	6,355.29	4,971.22
AHS CHEERLEADERS	411.95	559.66	385.84	585.77
FORENSICS/DRAMA CLUB	61.12	0.00	60.03	1.09
FACULTY CLUB	96.71	160.00	242.97	13.74
FFA	2,925.90	6,146.31	6,096.13	2,976.08
SCHOLARSHIPS	100.00	153.57	253.57	0.00
NATIONAL HONOR SOCIETY	137.17	1,546.13	1,232.98	450.32
STUCO	2,176.34	2,875.91	3,020.54	2,031.71
SUBTOTAL AXTELL PUBLIC SCHOOLS	79,130.73	56,822.48	67,610.05	68,343.16
BERN PUBLIC SCHOOLS				
ANNUAL	3,884.48	4,597.00	4,982.16	3,499.32
CLASS OF 2011	5,862.96	5,325.54	11,320.36	(131.86)
CLASS OF 2012	1,852.82	8,571.86	5,252.85	5,171.83
CLASS OF 2013	104.90	2,001.82	0.00	2,106.72
CLASS OF 2014	74.20	901.73	0.00	975.93
DRAMA	966.28	631.00	823.09	774.19
LETTER CLUB	12.50	0.00	0.00	12.50
NATIONAL HONOR SOCIETY	614.65	495.00	557.15	552.50
PEP CLUB	33.07	0.00	0.00	33.07
STUDENT COUNCIL	2,222.87	882.44	388.02	2,717.29
FACULTY CLUB	1,857.40	3,626.16	3,052.06	2,431.50
FFA	1,096.08	921.50	819.62	1,197.96
SCHOLAR BOWL	328.73	455.00	455.00	328.73
FCCLA	1,683.57	4,009.25	2,699.47	2,993.35
CHEERLEADING	467.14	0.00	0.00	467.14
SCIENCE GRANT FUND	13.30	0.00	0.00	13.30
FBLA	0.00	6,781.50	5,647.85	1,133.65
FORENSICS	154.50	0.00	60.55	93.95
MUSIC	3,171.93	1,728.00	1,453.90	3,446.03
SUBTOTAL BERN PUBLIC SCHOOLS	24,401.38	40,927.80	37,512.08	27,817.10

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STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

AGENCY FUNDS (cont.)

STUDENT ORGANIZATION FUNDS (cont.)

SABETHA HIGH SCHOOL				
ANNUAL CLUB	\$ 943.84	\$ 14,504.93	\$ 14,643.80	\$ 804.97
STUDENT COUNCIL	1,732.47	19,362.50	21,039.73	55.24
KAYS	253.05	3,551.61	3,598.86	205.80
FFA	170.83	14,559.53	14,589.45	140.91
ART CLUB	22.76	878.70	843.49	57.97
SABETHA BUSINESS CLUB	1,443.01	2.00	0.00	1,445.01
DRAMA	168.59	2,912.44	2,649.01	432.02
BAND	507.74	1,300.00	82.55	1,725.19
VOCAL/MUSICAL	869.70	524.61	1,351.22	43.09
ODYSSEY SINGERS	4,704.02	24,495.80	27,610.51	1,589.31
INTERNATIONAL CLUB	990.75	25.00	172.12	843.63
PUBLIC SPEAKING	7,036.12	8,505.00	2,959.16	12,581.96
BLUE CREW	55.13	150.00	0.00	205.13
JAY JAYS	2,792.17	17,896.95	19,324.55	1,364.57
FFCLA	1,722.52	0.00	0.00	1,722.52
JAY JOURNAL	2,437.56	0.00	0.00	2,437.56
NATIONAL HONOR SOCIETY	0.00	400.00	285.00	115.00
FCA	111.38	805.70	553.57	363.51
GRAINS OF HOPE	713.27	5,950.00	6,663.27	0.00
BIG SEVEN LEAGUE	3,812.90	1.62	3,814.52	0.00
CLASS OF 2013	135.02	617.00	0.00	752.02
CLASS OF 2012	478.49	21,832.34	19,310.36	3,000.47
CLASS OF 2011	1,975.08	0.00	1,874.81	100.27
CLASS OF 2010	1,319.50	0.00	218.99	1,100.51
CLASS OF 2009	0.00	200.00	0.00	200.00
SUBTOTAL SABETHA HIGH SCHOOL	34,395.90	138,475.73	141,584.97	31,286.66
WETMORE HIGH SCHOOL				
MUSIC	888.92	6,331.34	6,176.60	1,043.66
CARDINAL	1,273.17	6,005.17	3,951.28	3,327.06
KAYS	14.54	3,999.95	4,009.34	5.15
STUCO	4,207.07	1,297.34	1,372.62	4,131.79
FACULTY SCHOLARSHIPS	55.00	197.00	252.00	0.00
HONOR SOCIETY	0.00	635.37	449.35	186.02
CLASS OF 2009	730.09	0.00	0.00	730.09
CLASS OF 2010	1,432.82	0.00	1,432.82	0.00
CLASS OF 2011	1,343.13	0.00	515.99	827.14
CLASS OF 2012	455.28	14,702.73	14,051.12	1,106.89
CLASS OF 2013	48.00	637.02	347.73	337.29
CLASS OF 2014	0.00	28.00	20.51	7.49
CHEERLEADER	923.93	2,204.49	2,184.25	944.17
SUBTOTAL WETMORE HIGH SCHOOL	11,371.95	36,038.41	34,763.61	12,646.75
SABETHA MIDDLE SCHOOL				
ART CLUB	2,520.74	338.00	2.00	2,856.74
STUDENT COUNCIL	705.14	0.00	0.00	705.14
TOTAL SABETHA MIDDLE SCHOOL	3,225.88	338.00	2.00	3,561.88
SUMMERFIELD ELEMENTARY SCHOOL				
BAND	65.26	94.86	30.68	129.44
TOTAL SUMMERFIELD ELEMENTARY SCHOOL	65.26	94.86	30.68	129.44
TOTAL AGENCY FUNDS	\$ 152,591.10	\$ 272,697.28	\$ 281,503.39	\$ 143,784.99

DISTRICT ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELED ENCUMBRANCES	CASH RECEIPTS	EXPENDITURES	ENDING		OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
					UNENCUMBERED CASH BALANCE	ENCUMBERED CASH BALANCE		
GATE RECEIPTS FUNDS								
AXTELL PUBLIC SCHOOLS								
SENIOR HIGH ATHLETICS	\$ 4,218.57	\$ 0.00	\$ 20,831.54	\$ 21,910.68	\$ 3,236.43	\$ 0.00	\$ 0.00	\$ 3,239.43
JUNIOR HIGH ATHLETICS	497.93	0.00	5,193.41	4,177.00	1,514.34	0.00	0.00	1,514.34
BERN SCHOOLS								
SENIOR HIGH ATHLETICS	2,581.08	0.00	19,750.89	18,340.61	3,991.36	0.00	0.00	3,991.36
JUNIOR HIGH ATHLETICS	875.96	0.00	7,704.00	6,192.10	2,387.86	0.00	0.00	2,387.86
SABETHA HIGH SCHOOL								
ATHLETICS	35,789.95	0.00	82,050.69	74,218.11	43,622.53	0.00	0.00	43,622.53
WETMORE HIGH SCHOOL								
ATHLETICS	8,878.16	0.00	16,785.32	14,572.01	11,091.47	0.00	0.00	11,091.47
SABETHA MIDDLE SCHOOL								
ATHLETICS	29,328.61	0.00	21,199.20	21,113.99	29,411.82	0.00	0.00	29,411.82
SUBTOTAL GATE RECEIPTS FUNDS	82,168.26	0.00	173,515.05	160,424.50	95,258.81	0.00	0.00	95,258.81
SCHOOL PROJECTS FUNDS								
AXTELL PUBLIC SCHOOLS								
SCHOOL PLAY	3,025.90	0.00	587.00	263.82	3,345.08	0.00	0.00	3,349.08
STUDENT PURCHASES/REVOLVING	1,632.66	0.00	1,922.37	3,535.10	15.93	0.00	0.00	19.93
FFA FARM SAFETY	429.28	0.00	220.00	593.21	56.07	0.00	0.00	56.07
SALES TAX	132.34	0.00	3,173.63	3,173.63	132.65	0.00	0.00	132.65
JUNIOR MISS	54.63	0.00	50.00	98.72	5.91	0.00	0.00	5.91
SCIENCE LAB SUPPLIES DONATION	413.64	0.00	0.00	413.64	0.00	0.00	0.00	0.00
FB TEAM SOFTBALL TOURNEY	457.88	0.00	1,121.58	1,541.49	37.97	0.00	0.00	37.97
AXTELL BASKETBALL	613.00	0.00	0.00	271.00	342.00	0.00	0.00	342.00
SCHOOL INCENTIVES	453.48	0.00	0.00	453.48	0.00	0.00	0.00	0.00
CHEERLEADING RUN THROUGH	210.00	0.00	0.00	0.00	210.00	0.00	0.00	210.00
LIBRARY BOOK FUND	68.10	0.00	843.70	846.83	64.97	0.00	0.00	64.97
PIONEER SEED - R. HOLTHAUS DONATION	300.00	0.00	0.00	0.00	300.00	0.00	0.00	300.00
TEACHER SUPPLIES - FUND RAISERS/DONATIONS	639.90	0.00	2,866.87	991.74	2,515.03	0.00	0.00	2,515.03
HCC COURSES ENGLISH	0.00	0.00	2,700.00	1,335.00	1,335.00	0.00	0.00	1,335.00
HCC COURSES MATH	0.00	0.00	2,400.00	0.00	2,400.00	0.00	0.00	2,400.00
STUDENT ACTIVITY PROJECTS	4,535.82	0.00	2,364.09	4,486.88	2,414.03	0.00	0.00	2,414.03
SUBTOTAL AXTELL PUBLIC SCHOOLS	12,967.63	0.00	19,249.24	18,034.23	13,182.64	0.00	0.00	13,182.64
BERN PUBLIC SCHOOLS								
FCCLA NATIONALS	256.00	0.00	0.00	0.00	256.00	0.00	0.00	256.00
CHRISTMAS STORE	245.11	0.00	0.00	0.00	245.11	0.00	0.00	245.11
CONCESSIONS	2,750.24	0.00	15,748.35	18,152.74	345.85	0.00	0.00	345.85
SCHOLARSHIPS	280.00	0.00	200.00	200.00	280.00	0.00	0.00	280.00
FLOWER FUND	54.71	0.00	0.00	0.00	54.71	0.00	0.00	54.71
REVOLVING	56.82	0.00	139.00	90.11	105.71	0.00	0.00	105.71
BOOK FAIR	56.39	0.00	2,316.53	2,357.78	15.13	0.00	0.00	15.13
BAND TRIP	123.62	0.00	0.00	0.00	123.62	0.00	0.00	123.62
STUDENT INCENTIVES PROGRAM	2,852.28	0.00	343.18	312.39	2,883.07	0.00	0.00	2,883.07
H.S. SCHOOLWIDE FUNDRAISER	2.24	0.00	0.00	0.00	2.24	0.00	0.00	2.24
ELEMENTARY SCHOOLWIDE FUNDRAISER	76.98	0.00	0.00	0.00	76.98	0.00	0.00	76.98
BOXTOPS FOR EDUCATION	615.00	0.00	216.50	0.00	831.50	0.00	0.00	831.50
SCHULTZ'S WALMART FUND	120.39	0.00	0.00	0.00	120.39	0.00	0.00	120.39
LIBRARY FUND	19.22	0.00	1,298.92	1,298.92	19.22	0.00	0.00	19.22
BEST CHOICE LABELS	480.00	0.00	0.00	0.00	480.00	0.00	0.00	480.00
TOBACCO PREVENTION GRANT	235.64	0.00	0.00	0.00	235.64	0.00	0.00	235.64
TAXES	85.37	0.00	769.44	92.27	762.54	0.00	0.00	762.54
MEYER COLLEGE CLASS STIPEND	0.00	0.00	948.00	948.00	2.00	0.00	0.00	2.00
SUBTOTAL BERN PUBLIC SCHOOL	8,310.00	0.00	21,979.92	23,450.21	6,839.71	0.00	0.00	6,839.71

SCHOOL PROJECTS FUNDS (cont.)

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

THE U.S.D. #113 FOUNDATION
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

STATEMENT 6

THE U.S.D.#113 FOUNDATION	10-11 ACTUAL
<u>CASH RECEIPTS</u>	
DONATIONS	\$ 64,762.01
INTEREST ON INVESTMENTS	<u>7,680.54</u>
TOTAL CASH RECEIPTS	<u>72,442.55</u>
 <u>EXPENDITURES</u>	
SCHOLARSHIPS & BEQUESTS	39,021.76
ADMINISTRATIVE EXPENSES	<u>516.73</u>
TOTAL EXPENDITURES	<u>39,538.49</u>
RECEIPTS OVER (UNDER) EXPENDITURES	32,904.06
UNENCUMBERED CASH, JULY 1, 2010	<u>431,635.13</u>
UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 464,539.19</u>

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Prairie Hills Unified School District No. 113 is a municipal corporation governed by an elected seven-member board. These financial statements present Prairie Hills Unified School District No. 113 (the primary government) and its component unit. The component unit is included in the unified school district's reporting entity because of the significance of its operational and financial relationship with the unified school district.

Discretely presented component unit--the component unit section of the financial statements includes the financial data of the discretely presented component unit. This component unit is reported separately to emphasize that it is legally separate from the unified school district. The governing body of this component unit is appointed by the unified school district.

The U.S.D. #113 Foundation--this foundation is a nonprofit corporation organized for charitable and educational purposes to provide support for the educational programs in Unified School District No. 113.

B. Fund accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds comprise the financial activities of the district for the fiscal year 2011:

Governmental funds

General fund--to account for all financial resources except those required to be accounted for in another fund.

Special revenue funds--to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt service fund--to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Capital Projects fund--to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Fiduciary funds

Trust and agency funds--to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include (a) expendable trust funds, (b) nonexpendable trust funds, (c) pension trust funds, and (d) agency funds.

C. Basis of Accounting

Statutory Basis of Accounting The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. Basis of Accounting (cont.)

For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund which the transfer is made.

The school district has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the school district to use the statutory basis of accounting.

Departure from accounting principles generally accepted in the United States of America--the basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense and liabilities such as deferred revenue, matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

D. Reimbursed expenses

Prairie Hills Unified School District No. 113 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

E. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year. The maximum legal budget per the State Board of Education was set at \$8,653,076 for the General Fund on June 3, 2011.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

E. Budgetary Information (cont.)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, fiduciary funds, and the following special revenue funds: textbook rental, contingency reserve, and all federal programs and grant funds. Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

F. Property Tax

The county clerk calculates the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

Taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 21st and May 11th. Delinquent taxes were assessed interest at 7% per annum for the calendar year 2010 and 7% per annum for calendar year 2011. This interest is retained by the county.

Taxes levied to finance the budget are made available to the district after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance With Finance-Related Legal and Contractual Provisions

K.S.A. 75-3317 through 75-3322 makes mandatory the purchase of products offered by Kansas industries for the blind and severely disabled. "The Kansas Use Law" states that when a unified school district has need to purchase products such as those listed in the Kansas State Use Catalog, it is a violation of Kansas law to purchase from any source other than those specified on the website or catalog. USD #113 did purchase \$8,021.89 from these industries in fiscal year 2010-2011 but reasonably not all janitorial or office supplies needed throughout the school year were purchased from those specified by the State.

K.S.A. 60.1111 states that any contract exceeding \$100,000 for the purpose of making improvements or repairs to public buildings shall have a bond with the state of Kansas and it shall be on file in the county where the work is done. The Clerk of the District Court had on file a performance bond for the track from United Sport Systems for \$104,000.00 on 12/28/10. The total contract was for \$104,475.00 and the bond was not through the State of Kansas.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (cont.)

United 4 Youth Countywide grant is a reimbursable federal program. Exemption from the Kansas cash basis law K.S.A. 10-1113 is allowed for federal programs under K.S.A. 12-1664. Reimbursement for the U4YC grant in the amount of \$13,730.79 was received in the next fiscal year.

The Bern Senior Class ended the year with a negative balance. This is a violation of the cash basis law Kansas Statute 10-1113. A student organization or class cannot spend more than they have on hand. The school district cannot be lending to student organizations. The error came in recording a receipt twice on the books of Bern Activity Fund.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the school district. The statute requires banks eligible to hold the district's funds have a main or branch bank in the county in which the school district is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The school district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the school district's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The district has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the school district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. At June 30, 2011, the carrying amount of the district's deposits, including certificates of deposits and repurchase agreements, was \$8,002,358.64 and the bank balance was \$9,178,202.82. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$2,179,595.36 was covered by federal depository insurance and \$6,998,607.46 was collateralized with securities held by the pledging financial institutions' agents in the district's name. FDIC fully covers accounts that pay less than .25% interest through December 31, 2011.

Custodial credit risk – investments. At year-end the district had no investments.

4. LONG-TERM DEBT

Changes in long-term liabilities for the district for the year ended June 30, 2011 were as follows:

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

4. LONG-TERM DEBT (cont.)

ISSUE	INTEREST RATE	DATE OF ISSUE	AMOUNT OF ISSUE	DATE OF FINAL MATURITY	BEGINNING PRINCIPAL OUTSTANDING	ADDITIONS TO PRINCIPAL	REDUCTIONS OF PRINCIPAL	NET CHANGE IN PRINCIPAL	ENDING PRINCIPAL OUTSTANDING	INTEREST PAID
GENERAL OBLIGATION BONDS: SERIES 2009-#441	3.0-4.45%	4/17/2009	\$ 8,345,000.00	9/1/2029	\$ 8,345,000.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 8,345,000.00	\$ 325,493.76
SERIES 2005-#488	3.5-4.0%	10/15/2005	2,300,000.00	9/1/2020	2,200,000.00	0.00	155,000.00	(155,000.00)	2,045,000.00	81,199.40
BUILDING ENERGY IMPROVEMENT LEASE UNITED BANK	3.97 - 5.97%	11/3/2009	857,759.00	7/15/2024	805,435.97	0.00	44,137.69	(44,137.69)	761,298.28	31,975.81
					\$ 11,350,435.97	\$ 0.00	\$ 199,137.69	\$ (199,137.69)	\$ 11,151,298.28	\$ 438,668.97

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	YEAR								
	2012	2013	2014	2015	2016	2017-2021	2022-2026	2027-2031	TOTAL
PRINCIPAL									
GENERAL OBLIGATION BONDS-2009	\$ 115,000.00	\$ 220,000.00	\$ 240,000.00	\$ 260,000.00	\$ 285,000.00	\$ 1,805,000.00	\$ 2,805,000.00	\$ 2,815,000.00	\$ 8,345,000.00
GENERAL OBLIGATION BONDS-2005	175,000.00	175,000.00	185,000.00	190,000.00	200,000.00	1,120,000.00	0.00	0.00	2,045,000.00
BUILDING ENERGY IMPROVEMENT LEASE	0.00	44,137.69	45,807.15	47,708.50	49,802.53	271,782.48	348,397.84	0.00	805,435.97
INTEREST									
GENERAL OBLIGATION BONDS-2009	323,788.76	318,743.78	311,843.76	304,343.78	295,990.83	1,310,102.50	884,456.25	258,320.00	4,017,569.42
GENERAL OBLIGATION BONDS-2005	75,218.13	68,874.38	62,418.75	55,687.50	48,500.00	116,800.00	0.00	0.00	427,478.76
BUILDING ENERGY IMPROVEMENT LEASE	0.00	30,306.35	28,405.00	28,510.97	30,723.55	118,005.79	43,772.88	0.00	277,724.34
TOTAL PRINCIPAL AND INTEREST	\$ 688,986.89	\$ 857,062.18	\$ 873,474.66	\$ 884,230.73	\$ 808,816.71	\$ 4,741,690.75	\$ 3,889,626.57	\$ 3,073,320.00	\$ 15,818,208.49

5. OTHER POST EMPLOYMENT BENEFITS

Other post employment benefits. As provided by K.S.A. 12-5040, the school district allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the district is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the district makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid by the insured. There is no cost to the government under this program.

6. INTERFUND TRANSFERS

From	To	Statutory Authority	Amount
General Fund	Special Education	K.S.A. 72-6428	\$ 1,115,235.86
General Fund	Bilingual Education	K.S.A. 72-6428	1,969.00
General Fund	At Risk K-12	K.S.A. 72-6428	298,754.34
General Fund	At Risk 4 Yr. Old	K.S.A. 72-6428	50,000.00
General Fund	Vocational Education	K.S.A. 72-6428	55,000.00
Supplemental General	Professional Development	K.S.A. 72-6433	3,000.00
Supplemental General	Special Education	K.S.A. 72-6433	401,100.00
Supplemental General	At Risk K-12	K.S.A. 72-6433	198,923.35
Supplemental General	Food Service	K.S.A. 72-6433	142,797.10
Supplemental General	Textbook Rental	K.S.A. 72-6433	80,000.00
Supplemental General	Vocational Education	K.S.A. 72-6433	206,206.22

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

7. DEFINED BENEFIT PENSION PLAN

Plan description. The Prairie Hills Unified School District No. 113, Sabetha, Kansas, participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 8.57% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. State of Kansas= contributions to KPERS for all Kansas public school employees for the years ending June 30, 2011, 2010, and 2009 were \$253,834,044, \$248,468,186, and \$242,277,363, respectively, equal to the required contributions for each year.

8. TERMINATION BENEFITS

Early Retirement Incentive Program. Prairie Hills Unified School District No. 113 provides an early retirement program for eligible certified staff. The board shall pay the retired teacher for a period not to exceed 5 years or to age 67, whichever is less. The teacher shall receive \$3,000 per year for each year benefits are received. If written notification is given on or before February 1 of the preceding year of retirement and the certified staff member has been an employee for 20 or more years, a \$2,500 bonus will be included in their salary the final year of service. They will also receive the Early Retirement incentive. In exchange for the bonus, the staff member will forfeit the \$7.50 a day pay for accumulated sick leave. 100% of the dollar amount stipend is paid with 20 years of service, 80% with 16 years service and 60% with 12 years service with the district. Payments to retired employees under this plan were \$25,300.12 for the year ended June 30, 2011.

9. FRINGE BENEFITS

The district provides the lesser of \$235.00 or the monthly single low option health insurance premium as a defined benefit for all certified employees enrolled in the district health insurance plan. Employees may also elect to participate in a flexible benefit plan with one or more of the following options:

- dependent care insurance
- health insurance
- life insurance
- disability insurance
- cancer insurance
- medical reimbursement

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

10. COMPENSATED ABSENCES

The District's policies regarding vacation and sick leave are: Teachers are allowed 10 days sick leave accumulative to 90 days, one day bereavement leave, and three days personal leave accumulative to sick leave if not used. One additional day of sick leave is allowed for each month employed beyond a nine month contract; non-certified full-time employees are allowed ten days sick leave accumulative to 70 days, two days personal leave accumulative to sick leave if not used, and two weeks vacation for one to ten years employment and three weeks vacation after ten years; the superintendent is allowed 13 days sick leave accumulative to 90 days and 40 days vacation; the clerk-assistant superintendent is allowed 13 days sick leave accumulative to 90 days and 20 days vacation; the principals are allowed 13 days sick leave accumulative to 90 days and 25 days vacation. Teachers may choose to receive \$85 per unused personal day or roll unused days into their sick leave or roll 1 personal day to accumulate up to a maximum of 4 days in any year.

Liability for compensated absences is not reflected in the financial statements.

11. COMMITMENTS AND CONTINGENCIES

Litigation

As of the audit date, there was no pending litigation which involved the Prairie Hills Unified School District #113.

Grant program Involvement

In the normal course of operations, the District participates in various Federal or State grant programs from year to year. The grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

12. COMPLIANCE WITH K.S.A. 72-6417(d) AND K.S.A. 72-6434(d)

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30 as a receipt for the school year ending on June 30. The following shows the revenue as required by the statutes.

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

GENERAL FUND			
	STATUTORY TRANSACTIONS	10-11 BUDGET	VARIANCE - OVER (UNDER)
<u>STATUTORY REVENUES</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2009	\$ 35,173.25	\$ 33,327.00	\$ 1,846.25
AD VALOREM PROPERTY TAXES -2010	1,396,300.79	1,326,858.00	69,442.79
DELINQUENT PROPERTY TAX	4,345.08	12,393.00	(8,047.92)
GENERAL STATE AID	5,778,269.00	6,111,924.00	(333,655.00)
FEDERAL ARRA STABILIZATION	153,334.00	153,334.00	-
FEDERAL EDUCATION JOBS	268,488.00	-	268,488.00
SPECIAL EDUCATION AID	1,014,760.00	1,071,817.00	(57,057.00)
MINERAL PRODUCTION TAX	2,311.32	800.00	1,511.32
REIMBURSEMENTS	168,311.75	-	168,311.75
TOTAL STATUTORY REVENUES	<u>8,821,293.19</u>	<u>\$ 8,710,453.00</u>	<u>\$ 110,840.19</u>
<u>EXPENDITURES</u>			
INSTRUCTION	4,960,890.71	\$ 3,739,357.00	\$ (1,221,533.71)
STUDENT SUPPORT SERVICES	209,875.47	280,051.00	70,175.53
INSTRUCTIONAL SUPPORT STAFF	456,240.85	335,598.00	(120,642.85)
GENERAL ADMINISTRATION	420,363.85	476,118.00	55,754.15
SCHOOL ADMINISTRATION	62,250.48	507,864.00	445,613.52
OPERATIONS AND MAINTENANCE	550,514.44	957,129.00	406,614.56
OPERATIONS AND MAINTENANCE (TRANSPORTATION)	132,544.03	207,701.00	75,156.97
STUDENT TRANSPORTATION SERVICES	507,655.14	507,375.00	(280.14)
OUTGOING TRANSFERS	1,520,959.20	1,699,260.00	178,300.80
ADJUSTMENT TO COMPLY WITH LEGAL MAX	-	(57,377.00)	(57,377.00)
LEGAL GENERAL FUND BUDGET	8,821,294.17	8,653,076.00	(168,218.17)
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	-	168,311.75	168,311.75
TOTAL EXPENDITURES	<u>8,821,294.17</u>	<u>\$ 8,821,387.75</u>	<u>\$ 93.58</u>
REVENUE OVER (UNDER) EXPENDITURES	(0.98)		
MODIFIED UNENCUMBERED CASH, JULY 1, 2010	<u>0.98</u>		
MODIFIED UNENCUMBERED CASH, JUNE 30, 2011	<u>\$ 0.00</u>		

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	SUPPLEMENTAL GENERAL FUND			VARIANCE - OVER (UNDER)
	STATUTORY TRANSACTIONS	10-11 BUDGET		(UNDER)
<u>STATUTORY REVENUES</u>				
<u>TAXES AND SHARED REVENUE--</u>				
AD VALOREM PROPERTY TAXES -2009	\$ 44,085.78	\$ 56,058.00	\$	(11,972.22)
AD VALOREM PROPERTY TAXES -2010	1,068,535.69	997,780.00		70,755.69
DELINQUENT PROPERTY TAX	9,002.50	13,889.00		(4,886.50)
MOTOR VEHICLE TAX	148,295.34	133,859.00		14,436.34
RENTAL VEHICLE EXCISE TAX	2,059.59	1,590.00		469.59
RECREATIONAL VEHICLE TAX	15.98	-		15.98
SUPPLEMENTAL STATE AID	1,328,631.00	1,332,708.00		(4,077.00)
TOTAL STATUTORY REVENUES	2,600,625.88	\$ 2,535,884.00	\$	64,741.88
<u>EXPENDITURES</u>				
INSTRUCTION	24,597.67	\$ 1,308,232.00	\$	1,283,634.33
GENERAL ADMINISTRATION	278,558.62	89,461.00		(189,097.62)
SCHOOL ADMINISTRATION	765,227.90	143,548.00		(621,679.90)
OPERATIONS AND MAINTENANCE	491,056.14	149,693.00		(341,363.14)
OUTGOING TRANSFERS	1,032,026.67	901,863.00		(130,163.67)
ADJUSTMENT TO COMPLY WITH LEGAL MAX	-	(1,330.00)		(1,330.00)
TOTAL EXPENDITURES	2,591,467.00	\$ 2,591,467.00	\$	-
REVENUE OVER (UNDER) EXPENDITURES	9,158.88			
MODIFIED UNENCUMBERED CASH, JULY 1, 2010	56,912.59			
MODIFIED UNENCUMBERED CASH, JUNE 30, 2011	\$ 66,071.47			

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

COMPLIANCE AND INTERNAL CONTROL INFORMATION

KICKHAEFER & ASSOCIATE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

Kenneth L. Kickhaefer, CPA

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Education
Prairie Hills Unified School District No. 113
Sabetha, Kansas 66534

We have audited the financial statements of the governmental activities and the discretely presented component unit of Prairie Hills Unified School District No. 113, Sabetha, Kansas, as of and for the year ended June 30, 2011, which collectively comprise Unified School District No. 113's basic financial statements and have issued our report thereon, dated October 3, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit Guide*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a that material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified one deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency in internal control over financial reporting (2011-1). A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Prairie Hills Unified School District No. 113, Sabetha, Kansas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an

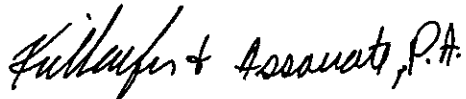
PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

FEDERAL AWARD INFORMATION

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The school district's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the school district's response and, accordingly, we express no opinion on it.

This report is intended solely for the information of the Board of Education and management of the Prairie Hills Unified School District No. 113, Sabetha, Kansas, Federal awarding agencies and pass-through entities, the Kansas Department of Administration, Division of Accounts and Reports, and the Kansas Department of Education and is not intended to be and should not be used by anyone other than these specified parties.



Kickhaefer & Associate, P.A.

Marysville, Kansas

October 3, 2011

KICKHAEFER & ASSOCIATE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Education
Prairie Hills Unified School District No. 113
Sabetha, Kansas 66534

Compliance

We have audited the compliance of the Prairie Hills Unified School District No. 113, Sabetha, Kansas, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2011. Prairie Hills Unified School District No. 113, Sabetha, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Prairie Hills Unified School District No. 113, Sabetha, Kansas' management. Our responsibility is to express an opinion on Prairie Hills Unified School District No. 113, Sabetha, Kansas' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *Kansas Municipal Audit Guide*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Prairie Hills Unified School District No. 113, Sabetha, Kansas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Prairie Hills Unified School District No. 113, Sabetha, Kansas' compliance with those requirements.

In our opinion, Prairie Hills Unified School District No. 113, Sabetha, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2011.

Internal Control over Compliance

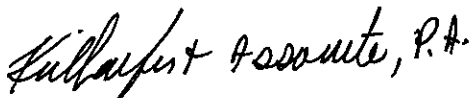
The management of Prairie Hills Unified School District No. 113, Sabetha, Kansas, is responsible for establishing and maintaining effective internal control over compliance with

requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Prairie Hills Unified School District No. 113, Sabetha, Kansas' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of Education and management of the Prairie Hills Unified School District No. 113, Sabetha, Kansas, federal awarding agencies and pass-through entities, the Kansas Department of Administration, Division of Accounts and Reports, and the Kansas Department of Education and is not intended to be and should not be used by anyone other than these specified parties.



Kickhaefer & Associate, P.A.
Marysville, Kansas
October 3, 2011

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAH COUNTY, KANSAS

STATEMENT 7

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT NUMBER	PROGRAM OR AWARD AMOUNT	BEGINNING BALANCE 07-01-10	RECEIPTS	EXPENDITURES	ENDING BALANCE 06-30-11
U.S. DEPT. OF EDUCATION: PASS-THROUGH PROGRAMS FROM: KANSAS DEPARTMENT OF EDUCATION:							
TITLE I - FY 11	84.010		\$ 157,986.00	\$ 0.00	\$ 157,986.00	\$ 157,571.99	\$ 414.01
TITLE I - ARRA	84.389		58,356.00	0.00	11,556.00	11,556.00	0.00
TITLE II - A FY 11	84.367		60,101.00	0.00	60,101.00	33,236.83	26,864.17
TITLE II - D	84.318		535.00	0.00	535.00	535.00	0.00
EDUCATION JOBS FUND	84.41		268,488.00	0.00	268,488.00	268,488.00	0.00
TITLE VI	84.369		170.00	0.00	170.00	170.00	0.00
STABILIZATION - ARRA	84.394		153,334.00	0.00	153,334.00	153,334.00	0.00
NEK SCHOOL TO WORK CONSORTIUM: SECONDARY IMPROVEMENT FUNDS CARL PERKINS-TECH PREP FY 07 TOTAL PASS-THROUGH PROGRAMS	84.048 84.243		9,857.80 787.00	0.00 0.50	9,857.80 0.00	9,857.80 634,750.12	0.00 0.00
TOTAL U.S. DEPT. OF EDUCATION						634,750.12	
U.S. DEPT. OF HEALTH AND HUMAN SERVICES: PASS-THROUGH PROGRAM FROM: KANSAS HEALTH POLICY AUTHORITY MEDICAL ASSISTANCE PROGRAM	93.778		9,925.53	0.00	9,925.53	9,925.53	0.00
KANSAS DEPT. OF SOCIAL & REHABILITATION SERVICES: UNITED 4 YOUTH COUNTYWIDE GRANT 12/31/10 UNITED 4 YOUTH COUNTYWIDE GRANT Amendment #2	93.243 93.243		114,629.00 174,440.00	(5,203.86) 0.00	65,424.91 35,209.33	59,221.05 40,615.94	0.00 (5,406.61)
VALLEY HEIGHTS USD #498 HEALTH RESOURCES AND SERVICES ADMIN. (HRSA) TOTAL PASS-THROUGH PROGRAMS	93.912		5,861.38	0.00	5,861.38	5,861.38 115,623.90	0.00
TOTAL U.S. DEPT. OF HEALTH AND HUMAN SERVICES						115,623.90	
U.S. DEPT. OF AGRICULTURE: PASS-THROUGH PROGRAMS FROM: KANSAS DEPARTMENT OF EDUCATION: SCHOOL BREAKFAST PROGRAM SCHOOL LUNCH PROGRAM TEAM NUTRITION TRAINING GRANT TOTAL PASS-THROUGH PROGRAMS	10.553 10.555 10.574		44,741.62 236,686.23 1,155.00	0.00 0.00 0.00	44,741.62 236,686.23 1,155.00	44,741.62 236,686.23 1,155.00 282,582.85	0.00 0.00 0.00
TOTAL U.S. DEPT. OF AGRICULTURE						282,582.85	
TOTAL EXPENDITURES OF FEDERAL AWARDS						\$ 1,032,956.87	

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2011

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Unified School District No. 113 Prairie Hills, Sabetha, Kansas and is presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unqualified opinion on the Prairie Hills Unified School District No. 113, Sabetha, Kansas' financial statements under the statutory basis of accounting and an adverse opinion under GAAP dated October 3, 2011.
2. One significant deficiency relating to the audit of the financial statements is reported in the Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Prairie Hills Unified School District No. 113, Sabetha, Kansas, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No material weaknesses in internal control relating to the audit of the major federal award programs are reported in the Report of Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for Prairie Hills Unified School District No. 113, Sabetha, Kansas expresses an unqualified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for Prairie Hills Unified School District No. 113, Sabetha, Kansas, that are required to be reported under Section 510(a) of OMB Circular A-133.
7. The programs tested as major programs include Title I , CFDA No. 84.010 Program, the State Fiscal Stabilization Fund - ARRA Program, CFDA No. 84.394, and the Education Jobs Fund, CFDA No. 84.410A The Title I, Stabilization – ARRA, and the Education Jobs Fund are U.S. Department of Education programs.
8. The dollar threshold between Type A programs and Type B programs was \$300,000.
9. The Prairie Hills Unified School District No. 113, Sabetha, Kansas, did not qualify under Section 530 as a low-risk auditee and therefore was not eligible for reduced audit coverage in accordance with Section 520.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT.)
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

FINDINGS - FINANCIAL STATEMENTS AUDIT

2011-1 Bern Activity Fund

Condition: High School secretary was new and unfamiliar with the district's accounting system. No reconciliation of funds to bank balance was made throughout the year. The secretary kept track of cleared and outstanding checks on her reconciliation.

Criteria: Internal Controls should be in place to correct monthly errors.

Cause: Secretary didn't ask for help to get started correctly in reconciling funds to the bank balance. The district office received a reconciliation report each month but didn't look at it very closely.

Effect: At year end the funds didn't equal the balance in the bank. Adjusting entries were needed at year end for interest income, NSF returned deposits, and differences in receipts to deposits.

Recommendation: The Bern High School secretary needs to be trained in the new computer system of the district and correct beginning balances need to be established. The computerized bank reconciliation should show correct bank and book balances. Close monitoring of the reports the secretary sends to the district office needs to be done timely.

Views of Responsible Officials and Planned Corrective Actions: The district agrees with the finding and the recommended procedures have already been implemented. District office and the Board will be monitoring Bern Activity Fund more closely.

There were no prior year financial statement audit findings.

FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS

No matters noted in the current fiscal year.

There were no prior year major federal award program findings or questioned costs.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

SUPPLEMENTAL INFORMATION

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

SCHEDULE 1

COMPARISON OF DEPOSITORY SECURITY WITH FUNDS ON DEPOSIT
6/30/2011

	F.D.I.C. COVERAGE	SECURITY PLEDGED		TOTAL COVERAGE	FUNDS ON DEPOSIT 6/30/2011	FUNDS AT RISK 6/30/2011
		PAR VALUE	MARKET VALUE			
BANK						
UNITED BANK & TRUST, SABETHA, KANSAS--						
DEMAND DEPOSITS	\$ 1,100.00				\$ 1,100.00	
TRANSACTION ACCOUNT GUARANTEE (TAG)	756,142.14				756,142.14	
TIME DEPOSITS	250,000.00	\$ 4,150,000.00	\$ 4,205,700.21	\$ 4,455,700.21	2,373,009.30	
SUBTOTAL	<u>1,007,242.14</u>	<u>4,150,000.00</u>	<u>4,205,700.21</u>	<u>5,212,942.35</u>	<u>3,130,251.44</u>	<u>\$ 0.00</u>
WETMORE NATIONAL BANK, WETMORE, KANSAS--						
DEMAND DEPOSITS	18,623.68				18,623.68	
TIME DEPOSITS	77,693.89				77,693.89	
SUBTOTAL	<u>96,317.57</u>	<u>0.00</u>	<u>0.00</u>	<u>96,317.57</u>	<u>96,317.57</u>	<u>0.00</u>
MERIT BANK, GOFF, KANSAS--						
TIME DEPOSITS	215,016.21	0.00	0.00	215,016.21	215,016.21	0.00
MORRILL & JAMES BANK, SABETHA, KANSAS--						
TIME DEPOSITS	250,000.00	5,000,000.00	4,914,951.94	5,164,951.94	1,608,730.80	0.00
WESTERN NATIONAL BANK, SUMMERFIELD, KANSAS--						
DEMAND	3,175.72	0.00	0.00	3,175.72	3,175.72	0.00
STATE BANK OF BERN, BERN, KANSAS--						
TIME	250,000.00	1,345,000.00	1,422,796.55	1,672,796.55	1,457,879.41	0.00
USD #113 FOUNDATION:						
MORRILL & JAMES BANK, SABETHA, KANSAS--						
TIME DEPOSITS	128,576.33	0.00	0.00	128,576.33	128,576.33	0.00
UNITED BANK & TRUST, SABETHA, KANSAS--						
TIME DEPOSITS	229,267.39	0.00	0.00	229,267.39	229,267.39	0.00
REPURCHASE AGREEMENT	<u>0.00</u>	<u>107,295.47</u>	<u>107,295.47</u>	<u>107,295.47</u>	<u>107,295.47</u>	<u>0.00</u>
TOTALS	<u>\$ 2,179,595.36</u>	<u>\$ 10,602,295.47</u>	<u>\$ 10,650,744.17</u>	<u>\$ 12,830,339.53</u>	<u>\$ 6,976,510.34</u>	<u>\$ 0.00</u>

SEE ACCOMPANYING INDEPENDENT AUDITORS' REPORT.

PRAIRIE HILLS UNIFIED SCHOOL DISTRICT NO. 113
SABETHA, KANSAS
NEMAHA COUNTY, KANSAS

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THE U.S.D. #113 FOUNDATION

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
JULY 1, 2010 TO JUNE 30, 2011

SCHEDULE 2

	Total All Funds	General Scholarship Fund	Specific Meyer Scholarship Fund	Specific Saylor Scholarship Fund	Wetmore Attendance Center Matching Fund	Local Family Aid Fund
FUND BALANCES, JULY 1, 2010	\$ 431,635.13	\$ 237,984.25	\$ 162,044.68	\$ 10,372.22	\$ 18,129.88	\$ 3,104.12
RECEIPTS:						
DONATIONS	64,762.01	30,112.81	-	-	34,649.20	-
INTEREST ON INVESTMENTS	7,680.54	4,070.50	3,450.90	129.61	21.75	7.78
TOTAL RECEIPTS	72,442.55	34,183.31	3,450.90	129.61	34,670.95	7.78
TOTAL TO ACCOUNT FOR	504,077.68	272,167.54	165,495.58	10,501.83	52,800.83	3,111.90
DISBURSEMENTS:						
SCHOLARSHIPS & BEQUESTS	39,021.76	20,271.77	-	-	18,749.99	-
ADMINISTRATIVE EXPENSES	516.73	516.73	-	-	-	-
TOTAL DISBURSEMENTS	39,538.49	20,788.50	-	-	18,749.99	-
FUND BALANCES, JUNE 30, 2011	\$ 464,539.19	\$ 251,379.04	\$ 165,495.58	\$ 10,501.83	\$ 34,050.84	\$ 3,111.90
COMPRISED OF:						
CASH IN BANK, MORRILL & JANES BANK, SABETHA, KANSAS	\$ 55,620.90	\$ 31,570.06	\$ -	\$ -	\$ 34,050.84	\$ -
NOW CHECKING ACCOUNT	3,111.90	-	-	-	-	3,111.90
MONEY MARKET ACCOUNT-SPECIAL COLLECTION	12,342.10	12,342.10	-	-	-	-
CERTIFICATE OF DEPOSIT #6984, DUE 07/28/11, 1.85%	321.42	321.42	-	-	-	-
CERTIFICATE OF DEPOSIT #3000130, DUE 01/04/12, .68%	10,501.83	-	-	10,501.83	-	-
CERTIFICATE OF DEPOSIT #3006390, DUE 7/15/11, 1.3%	16,630.49	16,630.49	-	-	-	-
CERTIFICATE OF DEPOSIT #3006263, DUE 7/15/11, 1.65%	19,447.69	19,447.69	-	-	-	-
CERTIFICATE OF DEPOSIT #3006370, DUE 7/15/11, 1.3%						
CASH IN BANK, UNITED BANK & TRUST, SABETHA, KANSAS	25,104.08	25,104.06	-	-	-	-
CERTIFICATE OF DEPOSIT #1701302595, DUE 2/14/12, 1.99%	10,298.92	10,298.92	-	-	-	-
CERTIFICATE OF DEPOSIT #1701303677, DUE 06/27/13, 1.05%	9,884.26	9,884.26	-	-	-	-
CERTIFICATE OF DEPOSIT #1701302026, DUE 11/26/11, 2.09%	86,795.58	86,795.58	-	-	-	-
CERTIFICATE OF DEPOSIT #1701311527, DUE 5/10/12, 1.64%	11,627.64	11,627.64	-	-	-	-
CERTIFICATE OF DEPOSIT #1701320310, DUE 1/31/13, 2.28%	58,200.11	-	58,200.11	-	-	-
CERTIFICATE OF DEPOSIT #1701320616, DUE 5/27/12, 1.64%	2,014.53	2,014.53	-	-	-	-
CERTIFICATE OF DEPOSIT #1701317241, DUE 3/18/14, 2.72%	7,667.68	7,667.68	-	-	-	-
CERTIFICATE OF DEPOSIT #1701316038, DUE 10/23/13, 3.455%	7,010.00	7,010.00	-	-	-	-
CERTIFICATE OF DEPOSIT #1701319864, DUE 11/04/12, 2.38%	10,664.59	10,664.59	-	-	-	-
CERTIFICATE OF DEPOSIT #1701319888, DUE 11/16/12, 2.38%	107,295.47	-	107,295.47	-	-	-
REPURCHASE AGREEMENT #1701321668, DUE 6/27/16, 1.99%						
TOTALS	\$ 464,539.19	\$ 251,379.04	\$ 165,495.58	\$ 10,501.83	\$ 34,050.84	\$ 3,111.90

SEE ACCOMPANYING INDEPENDENT AUDITORS' REPORT.